

GOVERNMENT OF ANDHRA PRADESH  
ABSTRACT

Housing Department – A.P.Housing Board - Collection of penal interest at a flat rate @ 12% per annum **OR** the scheme rate of interest, **whichever is higher**, for the belated period from the allottees of A.P. Housing Board instead of 1½ times Penal interest – Permission – Accorded – Orders – Issued.

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HOUSING (HB.II .1) DEPARTMENT

G.O.Rt.No.303,

Dt.26.11.2010.  
Read the following:

From the VC & HC, A.P. Housing Board, Lr.No.2266/P1 @ flat  
rate /E.O./2010, dt.14.9.2010.

O R D E R :-

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The Vice Chairman & Housing Commissioner, A.P.Housing Board, Hyderabad in the reference read above, reported that as per the terms of lease cum sale agreement, penal interest is being collected from the allottees who become defaulters in payment of instalment amount on due date at 1½ times on the normal scheme interest rate charged by the financing institutions. He has also reported that now representations are being received to consider waiver of penal interest on various grounds as detailed therein. The Vice Chairman & Housing Commissioner, A.P.Housing Board, has therefore requested the Government to permit the A.P.Housing Board to collect the penal interest at a flat rate @ 12% per annum **OR** the scheme rate of interest, **whichever is higher**, for the belated period from the allottees of A.P. Housing Board in stead of 1½ times.

Government after careful examination of the circumstances stated by the Vice Chairman & Housing Commissioner, A.P.Housing Board, Hyderabad, hereby permit the Vice Chairman & Housing Commissioner, A.P.Housing Board, to collect the penal interest at a flat rate @ 12% per annum **OR** the scheme rate of interest, **whichever is higher**, for the belated period from the allottees of A.P. Housing Board in stead of 1½ times.

The Vice Chairman & Housing Commissioner, A.P. Housing Board shall take necessary further action in the matter accordingly, duly following the rules and procedure on the above subject.

This order issues with the concurrence of Finance (Expr.Hg) Department vide their U.O.No.23801/86/Expr.Hg/2010, dt.20.10.2010.

( BY ORDER AND IN THE NAME OF THE GOVERNOR OF ANDHRA PRADESH)

M.SAMUEL,  
PRL.SECRETARY TO GOVERNMENT.

To  
The Vice Chairman & Housing Commissioner,  
A.P.Housing Board, Hyderabad.  
The Finance (Expr.Hg) Department.  
The P.S. to Minister (Hg) .  
SF/SC.

// FORWARDED : BY ORDER //

SECTION OFFICER.